

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

HEARING DATE: November 30, 2004  
HEARING TIME: 10:00 a.m.

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In re : Case No. 03 B 15078 (SMB)  
GENERAL MEDIA, INC., et al., :  
Debtors. : (Chapter 11)  
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**OBJECTION OF THE UNITED STATES TRUSTEE REGARDING  
APPLICATIONS FOR FINAL COMPENSATION**

TO THE HONORABLE STUART M. BERNSTEIN,  
CHIEF UNITED STATES BANKRUPTCY JUDGE:

The United States Trustee for the Southern District of New York (the "United States Trustee") has reviewed the following applications seeking an award of final compensation plus reimbursement of out-of-pocket expenses.

| <u>APPLICANT</u>  | <u>PERIOD</u>        | <u>FEES</u>    | <u>EXPENSES</u> | <u>HOURS</u> |
|---|----------------------|----------------|-----------------|--------------|
| Pachulski, Stang Ziehl,<br>Young, Jones & Weintraub<br>P.C.<br><br>Counsel for Debtors                      | 8/12/03-<br>10/5/04  | \$1,684,776.10 | \$94,035.07     | 4,391.08     |
| Corporate Revitalization<br>Partners LLC <sup>1</sup><br><br>Former Restructuring<br>Consultants to Debtors | 8/12/03-<br>12/19/03 | \$1,046,436.00 | \$170,326.63    | 2,991.03     |

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<sup>1</sup>The hearing on the Applicant's request for compensation has been adjourned to January 19, 2005.

| <u>APPLICANT</u>   | <u>PERIOD</u>    | <u>FEES</u>               | <u>EXPENSES</u> | <u>HOURS</u> |
|--|------------------|---------------------------|-----------------|--------------|
| Seneca Financial Group, Inc.<br><br>Restructuring Consultants to Debtors | 12/16/03-10/5/04 | \$822,580.62              | \$18,260.31     | 5,663.15     |
| Lowenstein Sandler, P.C.<br><br>Counsel for Creditors Committee          | 8/12/03-10/5/04  | \$567,810.50 <sup>2</sup> | \$18,994.12     | 1,748.0      |
| J.H. Cohn LLP<br><br>Accountants for Creditors Committee                 | 8/21/03-10/5/04  | \$492,780.50              | \$7,712.24      |              |
| Angel & Frankel, P.C.<br><br>Conflicts Counsel to Debtors                | 8/28/03-10/5/04  | \$61,325.00               | \$1,033.50      | 163.1        |
| Fulbright & Jaworski L.L.P.<br><br>Special Counsel to Debtors            | 9/1/03-10/5/04   | \$145,276.00              | \$14,256.88     | 566.4        |
|  |                  | \$4,614,383.72            | \$309,328.37    |              |

The United States Trustee makes the following objections and comments to the applications for compensation and reimbursement of expenses in the amounts sought for the reasons set forth below.

#### Objection

1. With the exception of the estimated fees of Lowenstein Sandler, P.C., whose estimated fees must be substantiated, the United States Trustee does not object to the awards of

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<sup>2</sup>Includes estimated fees of \$1,190.00.

compensation and reimbursement of expenses requested by the Applicants. The Debtors have not yet paid the quarterly fees required by 28 U.S.C. § 1930(a)(6) for the third quarter of 2004, which fees were due on or before October 31, 2004. Accordingly, the United States Trustee requests that the **payment** of the requested compensation and expenses be made at the same time or after the Debtors have paid the overdue quarterly fees in the aggregate amount of \$12,750.00.

**WHEREFORE,** the United States Trustee respectfully requests that the Court sustain the objections raised herein and grant such other and further relief as the Court deems just and proper.

Dated: New York, New York  
November 26, 2004

Respectfully submitted,

DEIRDRE A. MARTINI  
UNITED STATES TRUSTEE

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